

AMENDED IN ASSEMBLY MAY 7, 2007  
AMENDED IN ASSEMBLY MARCH 29, 2007  
CALIFORNIA LEGISLATURE—2007—08 REGULAR SESSION

**ASSEMBLY BILL**

**No. 1592**

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**Introduced by Assembly Member Huff**  
**(Coauthors: Assembly Members Anderson, Benoit, DeVore, Gaines, Jeffries, La Malfa, Maze, Sharon Runner, Silva, Smyth, Strickland, Tran, and Villines)**

February 23, 2007

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An act to add Section 17053.102 to the Revenue and Taxation Code, relating to taxation, to take effect immediately, tax levy.

LEGISLATIVE COUNSEL'S DIGEST

AB 1592, as amended, Huff. Personal income taxes.

The Personal Income Tax Law authorizes various credits against the taxes imposed by that law.

This bill would allow to a physician a credit in an amount equal to 50% of the fair market value of uncompensated medical care, *as specified*, provided to an eligible individual, as defined.

This bill would take effect immediately as a tax levy.

Vote: majority. Appropriation: no. Fiscal committee: yes.  
State-mandated local program: no.

*The people of the State of California do enact as follows:*

- 1 SECTION 1. Section 17053.102 is added to the Revenue and
- 2 Taxation Code, to read:

1 17053.102. (a) There shall be allowed a credit against the “net  
2 tax,” as defined by Section 17039, an amount equal to 50 percent  
3 of the fair market value of uncompensated medical care provided  
4 by a physician during the taxable year to an eligible individual.

5 (b) For purposes of this section:

6 (1) “Physician” means a physician and surgeon licensed by the  
7 Medical Board of California or the Osteopathic Medical Board of  
8 California.

9 (2) “Eligible individual” means a resident of this state who is  
10 not covered by health insurance and is a member of a household  
11 whose combined household adjusted gross income for the taxable  
12 year is less than the federal poverty level for that household for  
13 the applicable taxable year.

14 (3) *“Fair market value of uncompensated medical care” shall*  
15 *include only those medical procedures covered by Medicare and*  
16 *shall not exceed the reimbursement rate authorized under Medicare*  
17 *for any medical procedure for which a credit is allowed by this*  
18 *section.*

19 (c) In the case where the credit allowed by this section exceeds  
20 the “net tax,” the excess may be carried over to reduce the “net  
21 tax” in the following year, and succeeding years if necessary, until  
22 the credit is exhausted.

23 SEC. 2. This act provides for a tax levy within the meaning of  
24 Article IV of the Constitution and shall go into immediate effect.